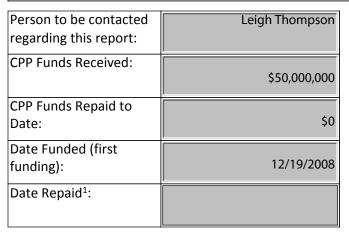
ANNUAL USE OF CAPITAL SURVEY - 2009

NAME OF INSTITUTION

(Include Holding Company Where Applicable)

(mediate riolanis company where replaced
BancTrust Financial Group, Inc.



RSSD: (For Bank Holding Companies)	1138012
Holding Company Docket Number: (For Thrift Holding Companies)	
FDIC Certificate Number: (For Depository Institutions)	26607
City:	Mobile
State:	Alabama

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP). To answer that question, Treasury is seeking responses that describe generally how the CPP investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP investment was deployed or how many CPP dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP funds were outstanding).

Increase lending or reduce lending less	
than otherwise would have occurred.	

¹If repayment was incremental, please enter the most recent repayment date.

_	To the extent the funds supported	
	increased lending, please describe the	
	major type of loans, if possible	
	(residential mortgage loans, commercial	
	mortgage loans, small business loans,	
	etc.).	
\overline{X}	Increase securities purchased (ABS, MBS,	Loan demand within our markets has been negatively impacted by depressed real estate values and
	etc.).	high unemployment. We intent to maintain the capital in cash or by increasing our AFS investments
		until loan demand within our markets returns.
	Make other investments	
_	Increase reserves for non-performing	The increased capital, contributed to BankTrust in 2009, allowed us to increase our reserve for non-
X	assets	performing assets and to absorb increased charge-offs without significant impact to our regulatory
	433613	capital ratios.
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X	Reduce borrowings	We used \$18 million of the proceeds to repay a portion of a bank loan related to the 2007 acquisition
		of Peoples BancTrust Company, Inc., thereby reducing borrowings.
X	Increase charge-offs	The increased capital, contributed to BankTrust in 2009, allowed us to increase our reserve for non- performing assets and to absorb increased charge-offs without significant impact to our regulatory
		capital ratios.
	Purchase another financial institution or	
	purchase assets from another financial	
	institution	
	Held as non-leveraged increase to total capital	We contributed \$30 million in capital to our subsidiary bank, BankTrust in early 2009. The capital contributed to the Bank has primarily been held as an increase to capital.
	capital	

What actions were you able to avoid because of the capital infusion of CPP funds?

Beginning as of March 31, 2008 and continuing through June 30, 2009, the Company was in breach of one or more financial covenants in its loan agreement with Silverton Bank, N.A. which loan agreement was assumed by the Federal Deposit Insurance Corporation as Receiver for Silverton Bank, N.A. Each quarter we obtained a waiver of these covenant breaches from Silverton or the FDIC as Receiver, as applicable, and reported the
covenant breaches and the waiver in our reports filed with the Securities and Exchange Commission. Due, at least in part, to the \$18 million principal reduction funded with CPP Capital, we were able to amend the loan agreement to modify the loan covenants. The amendment was effective with respect to the Company's covenants commencing as of September 30, 2009, and, at December 31, 2009, the Company was in
compliance with all of the modified loan covenants.
Prior to the receipt of CPP Capital, we were contemplating raising capital to repay the bank loan related to the Peoples acquisition and to allow us to make a substantial increase to our allowance for loan and lease losses and to incur substantial loan charge-offs with less of a negative effect on our regulatory capital ratios. The capital markets were not favorable for financial institutions, such as BancTrust, to issue equity securities at that time. The CPP Capital allowed us to defer the planned capital raise, hopefully until such time as the capital markets are more favorable.

	What actions were you able to take that you may not have taken without the capital infusion of CPP funds?				
	None.				
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Please describe any other actions that you were able to undertake with the capital infusion of CPP funds.					
None.					

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 1505-0222. The time required to complete this information collection is estimated to average 80 hours per response.